

Representative Carl R. Saunders proposes to substitute the following bill:

**INDIVIDUAL INCOME TAX - BRACKET**

**ADJUSTMENTS**

2001 GENERAL SESSION

STATE OF UTAH

**Sponsor: John L. Valentine**

Lyle W. Hillyard

Millie M. Peterson

Howard A. Stephenson

**This act modifies the Individual Income Tax Act by repealing obsolete language, making adjustments to the individual income tax brackets and amounts of tax, and making technical changes. This act has retrospective operation for taxable years beginning on or after January 1, 2001.**

This act affects sections of Utah Code Annotated 1953 as follows:

AMENDS:

**59-10-104**, as last amended by Chapter 333, Laws of Utah 1996

*Be it enacted by the Legislature of the state of Utah:*

Section 1. Section **59-10-104** is amended to read:

**59-10-104. Tax basis -- Rates.**

~~[(1) For taxable years beginning on or after January 1, 1996, but beginning before January 1, 1997, a tax is imposed on the state taxable income, as defined in Section 59-10-112, of every resident individual as follows:]~~

~~[(a) For an individual, other than a husband and wife or head of household required to use the tax table under Subsection (1)(b), the tax under this section is imposed in accordance with the following table:]~~

~~[If the state taxable income is:]~~

~~[The tax is:]~~

~~[Less than or equal to \$750]~~

~~[2.55% of the state taxable income]~~

~~[Greater than \$750 but less than or equal~~

~~[\$19, plus 3.5% of state taxable income]~~





57	Less than or equal to [ <del>\$750</del> ] <u>\$863</u>	2.3% of the state taxable income
58	Greater than [ <del>\$750</del> ] <u>\$863</u> but less than or equal	[ <del>\$17</del> ] <u>\$20</u> , plus 3.3% of state taxable
59	to [ <del>\$1,500</del> ] <u>\$1,726</u>	income greater than [ <del>\$750</del> ] <u>\$863</u>
60	Greater than [ <del>\$1,500</del> ] <u>\$1,726</u> but less than or equal	[ <del>\$42</del> ] <u>\$48</u> , plus 4.2% of state taxable
61	to [ <del>\$2,250</del> ] <u>\$2,588</u>	income greater than [ <del>\$1,500</del> ] <u>\$1,726</u>
62	Greater than [ <del>\$2,250</del> ] <u>\$2,588</u> but less than or equal	[ <del>\$74</del> ] <u>\$85</u> , plus 5.2% of state taxable
63	to [ <del>\$3,000</del> ] <u>\$3,450</u>	income greater than [ <del>\$2,250</del> ] <u>\$2,588</u>
64	Greater than [ <del>\$3,000</del> ] <u>\$3,450</u> but less than or equal	[ <del>\$113</del> ] <u>\$129</u> , plus 6% of state taxable
65	to [ <del>\$3,750</del> ] <u>\$4,313</u>	income greater than [ <del>\$3,000</del> ] <u>\$3,450</u>
66	Greater than [ <del>\$3,750</del> ] <u>\$4,313</u>	[ <del>\$158</del> ] <u>\$181</u> , plus 7% of state taxable
67		income greater than [ <del>\$3,750</del> ] <u>\$4,313</u>

68           ~~(b)~~ (2) For a husband and wife filing a single return jointly, or a head of household as  
 69 defined in Section 2(b), Internal Revenue Code, filing a single return, the tax under this section is  
 70 imposed in accordance with the following table:

71	If the state taxable income is:	The tax is:
72	Less than or equal to [ <del>\$1,500</del> ] <u>\$1,726</u>	2.3% of the state taxable income
73	Greater than [ <del>\$1,500</del> ] <u>\$1,726</u> but less than or equal	[ <del>\$35</del> ] <u>\$40</u> , plus 3.3% of state taxable
74	to [ <del>\$3,000</del> ] <u>\$3,450</u>	income greater than [ <del>\$1,500</del> ] <u>\$1,726</u>
75	Greater than [ <del>\$3,000</del> ] <u>\$3,450</u> but less than or equal	[ <del>\$84</del> ] <u>\$97</u> , plus 4.2% of state taxable
76	to [ <del>\$4,500</del> ] <u>\$5,176</u>	income greater than [ <del>\$3,000</del> ] <u>\$3,450</u>
77	Greater than [ <del>\$4,500</del> ] <u>\$5,176</u> but less than or equal	[ <del>\$147</del> ] <u>\$169</u> , plus 5.2% of state
78	to [ <del>\$6,000</del> ] <u>\$6,900</u>	taxable income greater than
79		[ <del>\$4,500</del> ] <u>\$5,176</u>
80	Greater than [ <del>\$6,000</del> ] <u>\$6,900</u> but less than or equal	[ <del>\$225</del> ] <u>\$259</u> , plus 6% of state taxable
81	to [ <del>\$7,500</del> ] <u>\$8,626</u>	income greater than [ <del>\$6,000</del> ] <u>\$6,900</u>
82	Greater than [ <del>\$7,500</del> ] <u>\$8,626</u>	[ <del>\$315</del> ] <u>\$362</u> , plus 7% of state taxable
83		income greater than [ <del>\$7,500</del> ] <u>\$8,626</u>

84           Section 2. **Retrospective operation.**

85           This act has retrospective operation for taxable years beginning on or after January 1, 2001.